

FISCAL NOTE

HB 881 - SB 1284

April 20, 1999

SUMMARY OF BILL: Decreases the portion of insurance premiums from 55% to 30% paid by retired teachers with 30 years of service. Under existing law, beginning in July 1998, retired teachers continuing participation in the state sponsored Local Education Plan for health insurance paid a portion of the plan premium based on the length of service. Prior to the change in 1998, they paid 100% of the premium. The legislation that authorized the reduced contribution also requires a State appropriation to eliminate the impact of the reduced retiree contribution on plan revenues.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures - Exceeds \$760,000

Based on information provided by the Department of Finance and Administration, the total increase in state expenditures is estimated to exceed \$760,000.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James A. Davenport". The signature is fluid and cursive, with the first name "James" and last name "Davenport" clearly legible.

James A. Davenport, Executive Director

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